

MINUTES



MEMORANDUM

To: Board Members
From: De Marco, (x376)
Subject: Minutes of October 19, 2016
Technical Corrections Board Meeting
Date: October 28, 2016
cc: **Sutay**

The Board meeting minutes are provided for the information and convenience of constituents who want to follow the Board's deliberations. All of the conclusions reported are tentative and may be changed at future Board meetings. Decisions become final only after a formal written ballot to issue an Accounting Standards Update or a Statement of Financial Accounting Concepts.

Topic: Technical Corrections and Improvements

Basis for Discussion:

Length of Discussion: 10:30 a.m.to 11:00 a.m.

Attendance:

Board members present: Golden, Kroeker, Botosan, Buck, Schroeder, Siegel, Smith

Board members absent: None

Staff in charge of topic: Cafini

Other staff at Board table: Casas, Cole, Cospers, DeMarco, Guasp, Proestakes, Walsh

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of a final Accounting Standards Update addressing technical corrections and improvements. The Board's technical plan calls for that document to be issued in December 2016.

Tentative Board Decisions:

The Board discussed comments received on its April 2016 proposed Accounting Standards Update, *Technical Corrections and Improvements*, and made the following decisions. The Board also decided to proceed with drafting a final Accounting Standards Update for vote by written ballot.

Overview

The Board affirmed its decision to require that an entity disclose when it makes a change in either or both a valuation approach and a valuation technique.

(FASB: unanimous)

Update 2016-14

The Board decided to expose for public comment a technical correction related to Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. The minor amendment on endowment accounting will have a 15-day comment period.

(FASB: unanimous)

Transition Guidance and Effective Date

The Board decided on a prospective-only application for five of the six identified proposed amendments, with early adoption permitted, and an effective date of December 15, 2016, for public entities and December 15, 2017, for private companies. The remaining amendment, which is related to Accounting Standards Update No. 2015-05, *Intangibles—Goodwill and Other—Internal-Use Software (Subtopic 350-40): Customer's Accounting for Fees Paid in a Cloud Computing Arrangement*, will be required to follow the same transition guidance as in Update 2015-05, with an effective date of December 15, 2016, for public entities and December 15, 2017, for private companies.

(FASB: unanimous)

General Announcements: The Board directed the staff to draft a final Accounting Standards Update for vote by written ballot.